GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:1777
ANSWERED ON:29.11.2002
ASSISTANCE TO HANDLOOM WORKERS
T. GOVINDAN

Will the Minister of TEXTILES be pleased to state:

(a) whether the Government have formulated any projects to assist the handloom manufacturers and industry to provide subsidy; and

(b) if so, the details thereof?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF TEXTILES (SHRI BASANAGOUDA R. PATIL (YATNAL)

(a) Yes, Sir.

(b) Under the Deen Dayal Hathkargha Protsahan Yojana financial assistance is provided in the form of grant to take care of activities such as product development, infrastructure support, institutional support, training of weavers, supply of equipments and marketing support etc., both at macro and micro level. It also attempts to look at the needs of the weavers for working capital, basic inputs, creating awareness and attempts to support quality fabrics production through appropriate design intervention along with increase in productivity, provision of publicity and marketing incentive etc. The details of component-wise eligible grant of assistance are given in the Annexure.

The details of year wise amount released are as under :

(Rupees in lakh)

S.No.	Year	Amount Released
1	2000-01	1695.84
2.	2001-02	5935.06
3.	2002-03 (till date)	2638.56
	TOTAL	10269.46

ANNEXURE AS REFERRED TO IN REPLY TO THE LOK SABHA UNSTARRED QUESTION NO.1777 FOR ANSWE
29/11/2002

Component	Center`s Share	State`s Share	Weaver`s Contribution	Remarks
Margin Money to avail credit facilities	2000/-	1000/-	1000/-	

Purchase of Looms 1000/- 1000/- NIL

Purchase of Dobby 750/- 750/- NIL

Jacquard 1000/- 1000/- NIL

Accessories 500/- 500/- NIL

Training

1.Weavers 1125/- 1125/- NIL

2.Master Weaver 3750/- 3750/- NIL

Infrastructure Support

1.Primary Weavers cooperative societies having turn over of more than Rs.25.00 lakh and Corporations/ Apex Organisations having a turnover of more than Rs.5.00 crore 25% of the Capital Cost. NIL Central Assistance provided for water effluent treatment plant, process houses only if 75% of the capital cost is obtained as loan from the bank.

2.Primary Weavers Cooperative Societies having turn over of less that Rs.25.00 lakh and Corporation/Apex Organisations having a turn over less than Rs.5.00 crore. Upto Rs.1.50 lakh Upto Rs.1.50 lakh NIL Assistance provided for setting up of common facility center. Additional assistance upto Rs.0.50 lakh each also provided for purchase of dyeing equipments.

Design Input

1.PrimaryWeavers Cooperative Societies having turn over of more than Rs.25.00 lakh and Corporation/ Apex Organisations having a turnover of more than Rs. 5.00 crore. Rs.2.50 lakh Rs. 2.50 lakh NIL For provision of CAD/CAM. This is one time assistance.

2.PrimaryWeavers Cooperative Societies having turn over of less than Rs.25.00 lakh and Corporations/ Apex Organisations having a turnover of less than Rs. 5.00 crore. Rs.0.50 lakh Rs.0.50 lakh NIL To avail services of National

			Institute of Design(NID), National Institute of Fashion Technology(NIFT) and Weavers` Service Centres(WSC) for processing / developing designs
Publicity (Maximum)	Rs.2.50 lakh	Rs.2.50 lakh (Maximum)	NIL
Transport Subsidy	90% of actuals	10% of actuals	For transporting finished goods from the States of North East, Sikkim and J&K to events organised by DC (Handlooms)/to their own outlets outside the State. This assistance is payable only to agencies falling under NER, Sikkim and J&K.
Strengthening of Handloom Organisations	50% of the cost	50% of the cost	Funds are released as seed money for restructuring only after the organization has streamlined its business, rationalized its manpower and submitted a bankable project.
Marketing Incentive			
a) 1. State Level / National Level Handloom Organisations	a)4% during 2000-01 & 2001-02 b) 3% during 2002-03 & 2003-04 c) 2% during 2004-05 & 2005-06 d) 1% during 2006-07	a) 4% during 2000-01 & 2001-02 b) 3% during 2002-03 & 2003-04 c) 2% during 2004-05 & 2005-06 d) 1% during 2006-07	Assistance is given on the average sales turn over of last 3 years preceding the financial year for which the grant is sought for.
2. Primary Weavers cooperative societies	a)5% during 2000-01 & 2001-02 b) 4% during 2002-03 & 2003-04 c) 3% during 2004-05 & 2005-06 d) 2% during 2006-07	a)5% during 2000-01 & 2001-02. b) 4% during 2002-03 & 2003-04. c) 3% during 2004-05 & 2005-06. d)2% during 2006-07.	Assistance is given on the average sales turn over of last 3 years preceding the financial year for which the grant is sought for.